Message Text

LIMITED OFFICIAL USE

PAGE 01 SAN JO 01853 291838Z ACTION EB-08

INFO OCT-01 ARA-06 EUR-12 IO-13 ISO-00 L-03 FRB-03 OMB-01 ITC-01 SP-02 USIA-06 AGRE-00 AID-05 CIAE-00 COME-00 INR-07 LAB-04 NSAE-00 OIC-02 SIL-01 STR-04 TRSE-00 CEA-01 PA-01 PRS-01 /082 W

R 291725Z APR 77 FM AMEMBASSY SAN JOSE TO SECSTATE WASHDC 7198 INFO US MISSION GENEVA 125 AMEMBASSY LONDON

LIMITED OFFICIAL USE SAN JOSE 1853

E.O. 11652: N6&-

TAGS: UNCTAD, ETRD, CS

SUBJECT: UNCTAD: UN SUVOXSECONFERENCE, GENEVA APRIL 18 - MAY 27

REF: GENEVA 2866 AND 2919

1. CHARGE AND ECONOMIC OFFICER DISCUSSED U.S. PROPOSALS ON SUGAR AGREEMENT, AS OUTLINED REFTELS, WITH MINISTER OF

AGRICULTURE, RODOLFO QUIROS, AND VICE MINISTER, GILBERTO GUTIERREZ. QUIROS ATTENDED THE HAVANA CONFERENCE AND WILL ATTEND GENEVA SUGAR CONFERENCE IF REPORTS FROM COSTA RICAN REPS NOW IN GENEVA (COSTA RICAN AMBASSADOR AND DINA DELALLE) INDICATE THAT THERE IS A GOOD POSSIBILITY OF REACHING AN AGREEMENT AMONG THE PRODUCING AND CONSUMING COUNTRIES.

2. COSTA RICAN POSITION AS OUTLINED BY QUIROS APPEARS TO BE LARGELY CONGRUENT WITH THE U.S. POSITION. COSTA RICA FAVORS CONCEPT OF STOCKS AND WAS MAINLY CONCERNED ABOUT THE PROBLEM OF FINANCING THEM. QUIROS IS THEREFORE ENCOURAGED THAT UNDER THE U.S. PROPOSAL THE SUGAR STABILIZATION LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 SAN JO 01853 291838Z

FUND WOULD BE FINANCED BY CONTRIBUTIONS FROM IMPORTING AS WELL AS FROM EXPORTING COUNTRIES. IDEA THAT SMALL EXPORTERS WOULD BE EXEMPT FROM MINIMUM STOCK OBLIGATIONS IS ALSO WELCOMED (THIS APPEARS TO BE SIMILAR TO A PROPOSAL MENTIONED BY QUIROS THAT HAS BEEN PUT FORWARD BY COSTA RICA AND SWAZILAND).

3. IN RESPONSE TO A QUESTION ABOUT COSTA RICA'S CONCEPT OF AN APPROPRIATE PRICE RANGE FOR SUGAR, QUIROS AT FIRST SAID, "WELL OF COURSE THE HIGHER THE PRICE THE BETTER WE WOULD LIKE IT." HOWEVER, AS THE DISCUSSION CONTINUED HE RECOGNIZED THAT TOO HIGH A PRICE WOULD LEAD TO OVER PRODUCTION AND EXCESSIVE STOCKS. HE OFFERED HIS PERSONAL OPINION THAT ANY PRICE OVER 12 CENTS A POUND WOULD PROBABLY BE SATISFACTORY TO COSTA RICA. HE ALSO AGREED THAT COSTA RICA'S PRODUC-TION COSTS ARE GENERALLY LOWER THAN PRODUCTION COSTS IN THE U.S. AND THAT THEREFORE ANY PRICE THAT WOULD BE CONVENIENT TO THE U.S. WOULD PROBABLY ALSO BE SATISFACTORY FOR COSTA RICA. AT THE SAME TIME, HE EXPRESSED CONCERN THAT SOME PARTS OF THE COSTA RICAN SUGAR INDUSTRY, NOTABLY NEW OR RECENTLY IMPROVED SUGAR MILLS, HAVE EXCEPTIONALLY HIGH COSTS.

4. QUIROS APPEARED TO BE FAMILIAR WITH THE CUBAN POSITION AT THE SUGAR CONFERENCE AND EXPRESSED SYMPATHY FOR THE CUBAN POINT OF VIEW THAT ITS MARKET QUOTA FOR FREE WORLD SALES SHOULD NOT BE AFFECTED BY EXPORT AGREEMENTS WITH SOCIALIST COUNTRIES. QUIROS CONSIDERS THESE SALES TO BE BARTER TRANSACTIONS THAT ARE SEPARATE OR SEPARABLE FRONNK
EE MARKET TRANSACTIONS. EMBOFF
OBSERVED THAT THIS WOULD APPEAR TO BE A QUESTION MAINLY OF INTEREST
TO THE EXPORTING COUNTRIES AS IT
WOULD APPEAR TO INVOLVE A DECISION AS TO WHETHER OR NOT LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 SAN JO 01853 291838Z

THEY WISH TO CONCEDE THE SOCIALIST COUNTRIES' MARKETS TO CUBA.
KILDAY

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01-Jan-1994 12:00:00 am

Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: POLICIES, AGREEMENTS, SUGAR, DIPLOMATIC DISCUSSIONS, MEETINGS, STOCKPILES

Control Number: n/a

Copy: SINGLE Sent Date: 29-Apr-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am

Decaption Note:

Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event:

Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977SANJO01853
Document Source: CORE
Document Unique ID: 00

Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A

Errors: N/A **Expiration:**

Film Number: D770152-0080

Format: TEL From: SAN JOSE Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t1977044/aaaaacum.tel

Line Count: 100 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM

Message ID: e99b2aa2-c288-dd11-92da-001cc4696bcc

Office: ACTION EB

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 77 GENEVA 2866

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 11-Jan-2005 12:00:00 am

Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 2754232 Secure: OPEN Status: NATIVE

Subject: UNCTAD: UN SUVOXSECONFERENCE, GENEVA APRIL 18 - MAY 27

TAGS: ETRD, CS, US, UNCTAD

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/e99b2aa2-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009